

MONARCH FINANCIAL HOLDINGS, INC

	CPP Disbursement Date 12/19/2008	RSSD (Holding Company) 3435386	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2009 \$ millions	2010 \$ millions	%chg from prev		
Assets	\$690	\$826	19.8%		
Loans	\$617	\$734	19.1%		
Construction & development	\$131	\$119	-9.0%		
Closed-end 1-4 family residential	\$167	\$260	56.1%		
Home equity	\$81	\$81	-0.5%		
Credit card	\$0	\$0			
Other consumer	\$3	\$3	-3.8%		
Commercial & Industrial	\$71	\$88	23.6%		
Commercial real estate	\$147	\$161	9.6%		
Unused commitments	\$267	\$221	-17.1%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$1	\$0	-31.2%		
Asset-backed securities	\$0	\$0			
Other securities	\$7	\$17	161.1%		
Cash & balances due	\$19	\$25	30.8%		
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)	\$296	\$533	80.2%		
Open-end HELOC originated for sale (quarter)	\$0	\$0			
Closed-end mortgage originations sold (quarter)	\$266	\$594	123.2%		
Open-end HELOC originations sold (quarter)	\$0	\$0			
Liabilities	\$630	\$748	18.8%		
Deposits	\$558	\$710	27.2%		
Total other borrowings	\$66	\$30	-54.2%		
FHLB advances	\$66	\$30	-54.2%		
Equity					
Equity capital at quarter end	\$60	\$78	30.4%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$1	\$15	NA		
Performance Ratios					
Tier 1 leverage ratio	8.8%	8.9%	--		
Tier 1 risk based capital ratio	9.9%	11.2%	--		
Total risk based capital ratio	11.1%	12.4%	--		
Return on equity ¹	9.1%	9.8%	--		
Return on assets ¹	0.8%	0.9%	--		
Net interest margin ¹	4.1%	4.4%	--		
Coverage ratio {(ALL+Alloc transfer risk)/Noncurrent loans})	120.6%	99.8%	--		
Loss provision to net charge-offs (qtr)	81.4%	69.9%	--		
Net charge-offs to average loans and leases ¹	0.9%	2.1%	--		
¹ Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2009	2010	2009	2010	
Construction & development	3.6%	1.7%	0.4%	1.5%	--
Closed-end 1-4 family residential	1.4%	1.6%	0.1%	0.3%	--
Home equity	0.4%	1.2%	0.2%	1.5%	--
Credit card	0.0%	0.0%	0.0%	0.0%	--
Other consumer	0.0%	0.0%	0.1%	1.3%	--
Commercial & Industrial	0.3%	2.1%	0.8%	0.2%	--
Commercial real estate	0.0%	0.1%	0.0%	0.0%	--
Total loans	1.3%	1.2%	0.2%	0.5%	--